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MASSACHUSETTS PORT AUTHORITY
ANNUAL REPORT TO THE GOVERNOR AND GENERAL COURT
NOVEMBER 30, 1959

Pursuant to Section 21 of Chapter 465 of the Acts of 1956, we submit our Annual Report to his Excellency Governor Foster Furcolo and to the General Court.

This report covers the activity of the Massachusetts Port Authority for the fiscal year ended June 30, 1959. However, we take pride in focussing on the successful marketing of \$71,750,000 of revenue bonds on February 17, 1959 and the subsequent Authority operations during four months and twelve days to June 30, 1959.

After 28 months of frustrating handicaps, the Authority gained the right to market bonds at an interest ceiling of five percent through legislation signed on October 3, 1958. Our 40-year bonds bearing interest at 4 3/4 percent found a ready market among the investors of the country on February 17, 1959.

Immediately upon receiving the proceeds of the bond sale, the Authority began carrying out the mandates of its enabling act: the Commonwealth was repaid the \$750,000 it had advanced for the initial expenses of the Authority; \$20,972,151 was paid to the Commonwealth to redeem the outstanding bonds of Logan International Airport plus the cost of certain capital improvements; \$22,160,500 was paid to the First National Bank of Boston, as trustees of the Mystic River Bridge Authority, to purchase all outstanding Mystic River Bridge bonds.

Concomitantly with these payments, the Authority took over operation and control of the Mystic River Bridge, Logan International Airport, Hanscom Field in Bedford and the Port of Boston facilities.

A total of \$19,000,000 was allocated for construction and improvements at Logan International Airport. Of this sum \$9,500,000 was encumbered for the construction of jet aircraft hangars for three airlines: Northeast, Eastern and Trans World.

Approximately \$6,000,000 has been earmarked for the reconstruction and modernization of the terminal building at Logan. Work will begin in the spring of 1960.

Approximately \$4,000,000 has been set aside for air field improvements: installation of a second Instrument Landing System to put Logan among the top half dozen airports in the country in respect to safety systems; rebuilding of aprons to support 125-ton jet aircraft; redesigning of the parking area and doubling its capacity to accommodate 2200 vehicles; and construction of a new system of access roads.

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In connection with the airfield improvements, the Authority was able to obtain for Logan its largest grant from the Federal government - \$1,691,000. Another grant of approximately \$1,000,000 is being sought.

With regard to the Port of Boston facilities, the Authority has allocated \$2,961,000 to be expended in repair and development. Some port projects have already been undertaken and the remainder will be started during the coming fiscal year. Fortunately, the port facilities have been modernized in late years and rank with the finest on the East Coast.

The total port trade from March 1, 1959 through June 30, 1959 was 6,646,467 (short) tons. This compares with 5,964,640 tons for the like period of 1958. The increase was 681,827 tons, or 11 percent.

During the same four-month period at Logan International Airport, a total of 972,196 passengers used the facility. This compares with 846,045 during the like period of 1958. This year's increase during the four months was 126,151, or 15 percent. The volume of air cargo at Logan during the 1959 period showed a 14 percent increase over the previous year's period.

The traffic over the Mystic River Bridge from March through June of this year was 6,431,565 vehicles, approximately 28 percent higher than the 5,026,901 vehicles of last year's period.

Total revenues from all facilities for the period from February 17, 1959 to June 30, 1959 was \$2,526,498. Total current expense was \$952,019 and net revenue for the period was \$1,574,478.

The Massachusetts Port Authority is more optimistic than ever concerning its future. Transportation needs of the area can be met by the type of sound planning and efficient administration which merits the confidence of investors. With the continued cooperation of Your Excellency and the General Court, we hope to contribute to the revitalizing of commerce in this area through improved transportation facilities vigorously promoted.

Attached is the certified public accountant's audit setting forth the financial statement.

Respectfully submitted,

Ephraim A. Brest, Chairman

O. Kelley Anderson

Carl J. Gilbert, Vice Chairman

Nicholas P. Morrissey

William B. Carolan, Sec. -Treas.

John S. Pfeil

Philip H. Theopold

MASSACHUSETTS PORT AUTHORITY
REPORT ON EXAMINATION OF FINANCIAL STATEMENTS
For the Year Ended June 30, 1959

LYBRAND, ROSS BROS. & MONTGOMERY

BOSTON OFFICE

MASSACHUSETTS PORT AUTHORITY
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NEW YORK
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MINNEAPOLIS
ST. PAUL
SAN FRANCISCO
LOS ANGELES
SEATTLE

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Boston, Massachusetts
September 14, 1959

Lybrand, Ross Bros & Montgomery

LYBRAND, ROSS BROS. & MONTGOMERY

ACCOUNTANTS AND AUDITORS

NEW YORK	DETROIT	BIRMINGHAM
PHILADELPHIA	CLEVELAND	DALLAS
CHICAGO	CINCINNATI	HOUSTON
BOSTON	ROCKFORD	TULSA
BALTIMORE	ST. LOUIS	SAN FRANCISCO
WASHINGTON	LOUISVILLE	LOS ANGELES
PITTSBURGH		SEATTLE

COOPERS & LYBRAND

IN AREAS OF THE WORLD
OUTSIDE THE UNITED STATES

	Port Properties Fund	Total
Cash	\$31,603.00	\$ 888,470.09
Cash transfers as of June 30, 1959, made by Trustee in July, 1959	(31,603.00)	

Massachusetts Port Authority
Boston, Massachusetts

888,470.09

Investments - U.S. Government
obligations (schedule annexed)

29,412,841.65

We have examined the accompanying financial state-
ments (pages 2 to 20) of the Massachusetts Port Authority as
at June 30, 1959 and for the period then ended. Our examination
was made in accordance with generally accepted auditing standards,
and accordingly included such tests of the accounting records and
such other auditing procedures as we considered necessary in the
circumstances.

In our opinion, said statements present fairly, in
conformity with accounting principles described in Note A to the
financial statements, the financial position of the Massachusetts
Port Authority at June 30, 1959, the net revenues from operations
for the period February 17, 1959 to June 30, 1959, inclusive, and
the expenditures for preliminary expenses prior to February 17,
1959.

Further, in our opinion - (1) the accompanying state-
ment of cash deposits, withdrawals and transfers for the period
February 17, 1959 to June 30, 1959, inclusive, is a fair statement
of the moneys received by the Authority under the Trust Agreement
and the distribution thereof in accordance with the pertinent
provisions of said agreement; (2) the current expenses incurred
during said period were not in excess of the amount appropriated
in the related budget; and (3) the Authority has complied with
all covenants contained in Section 501 of the Trust Agreement.

Boston, Massachusetts
September 14, 1959

Lybrand, Ross Bros & Montgomery

Revenue bonds (series A), 4 1/2%
October 1, 1998

71,750,000.00

Due to revenue fund
Due to operating fund

344.99
8.65

Fund balance after giving effect
to cash transfers made by
Trustee in July, 1959 (Note B)

3,520,765.51
\$76,986,534.13

Improvement fund and research integral part of these

MASSACHUSETTS PORT AUTHORITY
STATEMENT OF FINANCIAL POSITION

As at June 30, 1959

ASSETS

	Construction Fund	Revenue Fund	Operating Fund	Interest and Sinking Fund	Reserve Maintenance Fund	Port Properties Fund	Total
Cash	\$ 66,351.20	\$633,510.75	\$120,878.95	\$ 2,882.45	\$ 33,243.74	\$31,603.00	\$ 888,470.09
Cash transfers as of June 30, 1959, made by Trustee in July, 1959		(621,055.50)	474,121.05	155,580.88	22,956.57	(31,603.00)	
	66,351.20	12,455.25	595,000.00	158,463.33	56,200.31		888,470.09
Investments - U.S. Government obligations (schedule annexed)	25,405,602.13			3,582,239.52	425,000.00		29,412,841.65
Accounts receivable		322,348.04					322,348.04
Accrued interest	189,791.55			34,119.55	4,801.65		228,712.75
Other current assets		115,031.66	24,976.23				140,007.89
Investments in facilities:							
Facilities completed:							
Mystic River Bridge	\$22,160,500.00						
Airports	20,367,302.78	42,527,802.78					42,527,802.78
Construction in progress		1,436,475.30					1,436,475.30
Cost of financing:							
Bond discount	1,399,125.00						
Preliminary expenses	630,396.99	2,029,521.99					2,029,521.99
	45,993,800.07						45,993,800.07
Due from operating fund		344.99					344.99
Due from reserve maintenance fund			8.65				8.65
	\$71,655,544.95	\$450,179.94	\$619,984.88	\$3,774,822.40	\$486,001.96		\$76,986,534.13

LIABILITIES

Payable to The Commonwealth of Massachusetts		235,069.97	(150,000.00)				85,069.97
Accounts payable			64,725.12				64,725.12
Employees' payroll deductions			27,452.28		1,062.29		28,514.57
Accrued interest on revenue bonds (series A)				1,420,052.06			1,420,052.06
Accrued expenses			50,310.43				50,310.43
Deferred income		39,371.56					39,371.56
Retained on contract payments	19,330.24				8,041.03		27,371.27
Revenue bonds (series A), 4 $\frac{3}{4}$ %, due October 1, 1998	71,750,000.00						71,750,000.00
Due to revenue fund			344.99				344.99
Due to operating fund					8.65		8.65
Fund balance after giving effect to cash transfers made by Trustee in July, 1959 (Note B)	(113,785.29)	175,738.41	627,152.06	2,354,770.34	476,889.99		3,520,765.51
	\$71,655,544.95	\$450,179.94	\$619,984.88	\$3,774,822.40	\$486,001.96		\$76,986,534.13

Improvement fund and research fund - no transactions during
period ended June 30, 1959.

The accompanying notes are an integral part of these
financial statements.

MASSACHUSETTS PORT AUTHORITY

ANALYSIS OF FUND BALANCES

For the Period February 17, 1959 to June 30, 1959, Inclusive

	<u>Construction Fund</u>	<u>Revenue Fund</u>	<u>Operating Fund</u>	<u>Interest and Sinking Fund</u>	<u>Reserve Maintenance Fund</u>	<u>Port Properties Fund</u>
The First National Bank of Boston, Trustee, Mystic River Bridge Authority, cash and securities transferred		\$ 260,727.55		\$1,406,648.93	\$571,926.44	
Mystic River Bridge Authority, account balances February 17, 1959 transferred		<u>8,650.18</u>	<u>\$ 1,300.00</u>		4,190.13	
		269,377.73	1,300.00			
Cash transferred to interest and sinking fund		<u>(268,952.73)</u>		268,952.73		
		<u>425.00</u>	<u>1,300.00</u>			
Accrued interest paid by underwriters Revenues (per accompanying statement of net revenues)		2,526,498.18		151,472.22		
Income from investments in U. S. Government obligations	\$ 286,214.71			34,119.55	5,243.46	
Current expenses (per accompanying statement of net revenues)			(952,019.29)			
Cost of maintenance and repairs					(127,426.61)	
Accrued interest on revenue bonds (series A)				(1,420,052.06)		
Interest on bonds issued for paying cost of initial improvements	763,272.12					
Cash transfers from						
Construction fund	(1,163,272.12)			1,163,272.12		
Revenue fund		(2,351,184.77)	1,577,871.35	750,356.85		\$22,956.57
Port properties fund					22,956.57	(22,956.57)
Net revenues retained in revenue and operating funds		<u>175,313.41</u>	<u>625,852.06</u>			
Fund balances June 30, 1959 (per accompanying statement of financial position) (Note B)	<u>(\$ 113,785.29)</u>	<u>\$ 175,738.41</u>	<u>\$ 627,152.06</u>	<u>\$2,354,770.34</u>	<u>\$476,889.99</u>	

MASSACHUSETTS PORT AUTHORITY

INVESTMENTS HELD

June 30, 1959

<u>Principal Amount</u>		<u>Maturity Date</u>	<u>Book Value</u>	<u>Market Value</u>
Construction Fund:				
Airports account:				
U. S. of America:				
\$1,540,000	Treasury bills	7/23/59	\$ 1,521,301.83	\$ 1,537,592.47
460,000	do	7/30/59	456,825.62	459,041.16
2,060,000	"	8/13/59	2,029,786.67	2,053,270.67
480,000	"	8/20/59	476,614.80	478,138.00
750,000	"	8/27/59	744,615.83	746,675.00
215,000	"	9/17/59	213,290.75	213,597.42
3,725,000	"	9/21/59	3,653,811.11	3,700,694.37
970,000	"	12/24/59	952,540.00	952,789.24
2,820,000	Certificates of indebtedness 3 3/8%	11/15/59	2,823,525.00	2,817,356.25
1,480,000	Certificates of indebtedness 3 3/4%	2/15/60	1,483,697.44	1,477,687.50
2,215,000	Treasury notes 3 1/4%	5/15/60	2,203,578.91	2,198,387.50
2,300,000	Treasury bonds 2 1/8%	11/15/60	2,250,406.25	2,248,250.00
645,000	Treasury notes 3 5/8%	5/15/61	644,596.88	637,542.19
635,000	Treasury notes 4%	8/ 1/61	640,161.57	633,809.38
900,000	Treasury bonds 2 3/4%	9/15/61	876,515.63	868,500.00
540,000	Treasury bonds 2 1/2%	11/15/61	520,931.25	515,868.75
725,000	Treasury notes 4%	2/15/62	730,904.39	721,375.00
			<u>22,223,103.93</u>	<u>22,260,574.90</u>
Port account:				
U. S. of America:				
160,000	Treasury bills	7/23/59	158,057.33	159,749.87
175,000	do	8/13/59	172,424.78	174,428.33
70,000	"	8/20/59	69,492.50	69,728.46
55,000	"	8/27/59	54,600.15	54,756.17
370,000	"	9/21/59	362,928.89	367,544.13
150,000	"	9/24/59	148,756.50	148,904.50
320,000	Certificates of indebtedness 3 3/8%	11/15/59	320,400.00	319,700.00
590,000	Certificates of indebtedness 3 3/4%	2/15/60	591,473.99	589,078.13
1,080,000	Treasury notes 3 1/4%	5/15/60	1,074,431.25	1,071,900.00
235,000	Treasury bonds 2 1/8%	11/15/60	229,932.81	229,712.50
			<u>3,182,498.20</u>	<u>3,185,502.09</u>
Total			<u>25,405,602.13</u>	<u>25,446,076.99</u>

MASSACHUSETTS PORT AUTHORITY
INVESTMENTS HELD (Continued)
June 30, 1959

<u>Principal Amount</u>		<u>Maturity Date</u>	<u>Book Value</u>	<u>Market Value</u>
Interest and Sinking Fund:				
Bond service account:				
\$ 925,000	U. S. of America Treasury bills	8/13/59	\$ 911,388.11	\$ 921,978.33
874,000	U. S. of America Treasury bills	9/17/59	865,751.48	868,298.38
			<u>1,777,139.59</u>	<u>1,790,276.71</u>
Reserve account:				
U. S. of America:				
230,000	Certificates of indebtedness 1 5/8%	8/ 1/59	230,000.00	229,640.63
465,000	Treasury notes 4%	2/15/59	468,786.95	462,529.69
1,050,000	Certificates of indebtedness 3 3/4%	2/15/60	1,052,016.19	1,048,359.45
55,000	Treasury bills		54,296.79	54,641.20
			<u>1,805,099.93</u>	<u>1,795,170.97</u>
	Total		<u>3,582,239.52</u>	<u>3,585,447.68</u>
Reserve Maintenance Fund:				
U. S. of America:				
125,000	Certificates of indebtedness 1 5/8%	8/ 1/59	125,000.00	124,804.69
300,000	Certificates of indebtedness 3 3/4%	2/15/60	300,000.00	299,531.25
	Total		<u>425,000.00</u>	<u>424,335.94</u>
			<u>\$29,412,841.65</u>	<u>\$29,455,860.61</u>

MASSACHUSETTS PORT AUTHORITY

STATEMENT OF NET REVENUE

For the Period February 17, 1959 (date of acquisition of revenue-producing facilities) to June 30, 1959, Inclusive

	<u>Mystic River Bridge</u>	<u>Airport Properties</u>	<u>Port Properties</u>	<u>Total</u>
Revenues:				
Tolls and fees	\$1,246,704.85	\$277,353.08	\$ 60,331.33	\$1,584,389.26
Rentals	2,262.62	347,737.20	343,647.84	693,647.66
Concessions		247,373.37		247,373.37
Other	<u>183.22</u>	<u>784.18</u>	<u>120.49</u>	<u>1,087.89</u>
Total revenues	<u>1,249,150.69</u>	<u>873,247.83</u>	<u>404,099.66</u>	<u>2,526,498.18</u>
Current expenses:				
Administration	41,818.60	102,160.58	122,759.91	266,739.09
Operation	98,333.05	218,333.14	33,631.09	350,297.28
Maintenance	<u>48,051.99</u>	<u>199,300.94</u>	<u>87,629.99</u>	<u>334,982.92</u>
Total current expenses	<u>188,203.64</u>	<u>519,794.66</u>	<u>244,020.99</u>	<u>952,019.29</u>
Net revenue for the period	<u>\$1,060,947.05</u>	<u>\$353,453.17</u>	<u>\$160,078.67*</u>	<u>\$1,574,478.89</u>

* Net revenue from Port properties is not available for debt service (Note B).

The accompanying notes are an integral part of these financial statements.

MASSACHUSETTS PORT AUTHORITY
STATEMENT OF PRELIMINARY EXPENSES

For the Period July 29, 1956 to February 16, 1959, Inclusive

	Expenditures for the Period	
	July 1, 1958 to February 16, 1959, Inclusive	July 29, 1956 to February 16, 1959, Inclusive
Balance, February 17, 1959		
Unexpended balance of cash from The Commonwealth of Massachusetts		
Professional services relative to issuance of revenue bonds:		
Engineering report	\$25,496.09	\$235,025.34
Financial advisor	25,000.00	50,000.00
Traffic count report	10,636.89	51,631.79
Legal	8,000.00	34,537.80
Accounting and auditing	700.00	7,700.00
Administrative and general expenses	<u>14,527.76</u>	<u>44,095.74</u>
Total preliminary expenses (included in cost of financing)	<u>\$84,360.74</u>	422,990.67
Unexpended balance deposited with The Merchants National Bank of Boston, Trustee under Trust Agreement, February 17, 1959		<u>327,009.33</u>
Cash advance received July 29, 1956, from The Commonwealth of Massachusetts repaid by the Authority February 17, 1959, from proceeds of sale of revenue bonds (series A)		<u>\$750,000.00</u>

MASSACHUSETTS PORT AUTHORITY
CASH DEPOSITS, WITHDRAWALS AND TRANSFERS
For the Period February 17, 1959 to June 30, 1959, Inclusive

	Construction Fund	Revenue and Operating Funds	Interest and Sinking Fund	Reserve Maintenance Fund	Port Properties Fund	Totals
Balance, February 17, 1959	\$ 327,009.33					\$ 327,009.33
Unexpended balance of cash advance from The Commonwealth of Massachusetts						
Deposits:						
Proceeds from sale of revenue bonds (series A) February 17, 1959, including \$151,472.22 of accrued interest	70,350,875.00		\$ 151,472.22			70,502,347.22
Treasurer and Receiver - General of The Commonwealth of Massachusetts	364,358.74					364,358.74
The First National Bank of Boston, Trustee for Mystic River Bridge Authority		\$ 260,727.55	476,648.93	\$146,926.44		884,302.92
Collection of balances outstanding February 17, 1959, Mystic River Bridge		8,225.18		4,190.13		12,415.31
Change funds, Mystic River Bridge		1,300.00				1,300.00
Proceeds from U.S. Government obligations sold or matured	3,539,255.28	569,357.54		174,558.19		4,283,171.01
Income from U.S. Government obligations	96,423.16	642.46		441.81		97,507.43
Tolls, fees, rentals and other revenue		2,363,640.02				2,363,640.02
Sale of construction specifications	2,400.00					2,400.00
Transfers from						
Construction fund			1,163,272.12			1,163,272.12
Revenue fund			863,728.70		\$31,603.00	895,331.70
Total deposits and transfers	74,353,312.18	3,203,892.75	2,655,121.97	326,116.57	31,603.00	80,570,046.47

The accompanying notes are an integral part of these financial statements.

MASSACHUSETTS PORT AUTHORITY
CASH DEPOSITS, WITHDRAWALS AND TRANSFERS (Continued)
For the Period February 17, 1959 to June 30, 1959, Inclusive

	<u>Construction Fund</u>	<u>Revenue and Operating Funds</u>	<u>Interest and Sinking Fund</u>	<u>Reserve Maintenance Fund</u>	<u>Port Properties Fund</u>	<u>Totals</u>
Withdrawals:						
The First National Bank of Boston, Trustee for Mystic River Bridge Authority	\$22,160,500.00					\$22,160,500.00
Treasurer and Receiver - General of The Commonwealth of Massachusetts	21,722,151.77					21,722,151.77
Purchase of U.S. Government obligations	28,944,857.41	\$ 569,357.54	\$2,652,239.52	\$174,558.19		32,341,012.66
Cost of completed facilities	3,000.00					3,000.00
Cost of initial improvements	412,782.69					412,782.69
Cost of financing	207,406.32					207,406.32
Maintenance and repairs				118,314.64		118,314.64
Current expenses		984,813.81				984,813.81
Transfers to						
Interest and sinking fund	1,163,272.12	863,728.70				2,027,000.82
Port properties fund		31,603.00				31,603.00
Total withdrawals and transfers	<u>74,613,970.31</u>	<u>2,449,503.05</u>	<u>2,652,239.52</u>	<u>292,872.83</u>		<u>80,008,585.71</u>
Balance June 30, 1959, before cash transfers as of that date made by Trustee in July, 1959	<u>\$ 66,351.20</u>	<u>\$ 754,389.70</u>	<u>\$ 2,882.45</u>	<u>\$ 33,243.74</u>	<u>\$31,603.00</u>	<u>\$ 888,470.09</u>
Composed of						
Cash held by Trustee	56,351.20	699,334.45	2,882.45	33,243.74	31,603.00	823,414.84
Deposits with The Merchants National Bank of Boston (commercial accounts)	10,000.00	40,000.00				50,000.00
Deposit in transit to Trustee		12,455.25				12,455.25
Cash on hand		2,600.00				2,600.00
	<u>\$ 66,351.20</u>	<u>\$ 754,389.70</u>	<u>\$ 2,882.45</u>	<u>\$ 33,243.74</u>	<u>\$31,603.00</u>	<u>\$ 888,470.09</u>

The accompanying notes are an integral part of these financial statements.

MASSACHUSETTS PORT AUTHORITY

CONSTRUCTION FUND

CASH DEPOSITS, WITHDRAWALS AND TRANSFERS

For the Period February 17, 1959 to June 30, 1959, Inclusive

	<u>Temporary Account</u>	<u>Airports Account</u>	<u>Airports Account Revolving Fund</u>	<u>Port Account</u>	<u>Port Account Revolving Fund</u>	<u>Total</u>
Balance, February 17, 1959	\$ 327,009.33					\$ 327,009.33
Unexpended balance of cash advance from The Commonwealth of Massachusetts						
Deposits:						
Proceeds from sale of revenue bonds (series A)	44,382,651.77	\$22,675,275.84		\$3,292,947.39		70,350,875.00
Treasurer and Receiver - General of The Commonwealth of Massachusetts		364,358.74				364,358.74
Proceeds from U.S. Government obligations, sold or matured		3,252,961.55		286,293.73		3,539,255.28
Income from U.S. Government obligations		82,243.76		14,179.40		96,423.16
Sale of construction specifications		2,400.00				2,400.00
Transfers:						
Intra-fund	(619,603.01)	619,603.01 (5,000.00)	\$5,000.00	(5,000.00)	\$5,000.00	
Total deposits and transfers	<u>43,763,048.76</u>	<u>26,991,842.90</u>	<u>5,000.00</u>	<u>3,588,420.52</u>	<u>5,000.00</u>	<u>74,353,312.18</u>
Withdrawals:						
The First National Bank of Boston, Trustee for Mystic River Bridge Authority	22,160,500.00					22,160,500.00
Treasurer and Receiver - General of The Commonwealth of Massachusetts	21,722,151.77					21,722,151.77
Purchase of U.S. Government obligations		25,476,065.48		3,468,791.93		28,944,857.41
Cost of completed facilities		3,000.00				3,000.00
Cost of initial improvements		394,410.33		18,372.36		412,782.69
Cost of financing	207,406.32					207,406.32
Transfer to interest and sinking fund		<u>1,065,947.23</u>		<u>97,324.89</u>		<u>1,163,272.12</u>
Total withdrawals	<u>44,090,058.09</u>	<u>26,939,423.04</u>		<u>3,584,489.18</u>		<u>74,613,970.31</u>
Balance June 30, 1959, before cash transfers as of that date made by Trustee in July, 1959		\$ 52,419.86	\$5,000.00	\$ 3,931.34	\$5,000.00	\$ 66,351.20

The accompanying notes are an integral part of these financial statements.

MASSACHUSETTS PORT AUTHORITY
REVENUE AND OPERATING FUNDS
CASH DEPOSITS, WITHDRAWALS AND TRANSFERS
For the Period February 17, 1959 to June 30, 1959, Inclusive

	Revenue Fund	Operating Fund	Operating Fund Operating Revolving Fund	Totals	Revenue and Operating Funds
Deposits:					
The First National Bank of Boston, Trustee for Mystic River Bridge Authority	\$ 260,727.55				\$ 260,727.55
Collection of balances outstanding February 17, 1959, Mystic River Bridge	8,225.18				8,225.18
Change funds, Mystic River Bridge		\$ 1,300.00		\$ 1,300.00	1,300.00
Proceeds from U. S. Government obligations matured		569,357.54		569,357.54	569,357.54
Income from U. S. Government obligations		642.46		642.46	642.46
Tolls, fees, rentals and other revenues	2,363,640.02				2,363,640.02
Transfers from					
Revenue fund		1,103,750.30		1,103,750.30	1,103,750.30
Intra-fund		(648,275.79)	\$648,275.79		
Total deposits and transfers	<u>2,632,592.75</u>	<u>1,026,774.51</u>	<u>648,275.79</u>	<u>1,675,050.30</u>	<u>4,307,643.05</u>
Withdrawals:					
Purchase of U. S. Government obligations		569,357.54		569,357.54	569,357.54
Current expenses		376,538.02	608,275.79	984,813.81	984,813.81
Transfers to					
Operating fund	1,103,750.30				1,103,750.30
Interest and sinking fund	863,728.70				863,728.70
Port properties fund	31,603.00				31,603.00
Total withdrawals and transfers	<u>1,999,082.00</u>	<u>945,895.56</u>	<u>608,275.79</u>	<u>1,554,171.35</u>	<u>3,553,253.35</u>
Balance June 30, 1959, before cash transfers as of that date made by Trustee in July, 1959	<u>\$ 633,510.75</u>	<u>\$ 80,878.95</u>	<u>\$ 40,000.00</u>	<u>\$ 120,878.95</u>	<u>\$ 754,389.70</u>

The accompanying notes are an integral part of these financial statements.

MASSACHUSETTS PORT AUTHORITY
RECONCILING STATEMENT OF REVENUES
AND OF CURRENT EXPENSES
INTEREST AND SINKING FUND

CASH DEPOSITS, WITHDRAWALS AND TRANSFERS
For the Period February 17, 1959 to June 30, 1959, Inclusive

		Interest and Sinking Fund	
		Bond Service Account	Reserve Account
			Totals
Deposits:			
Accrued interest on revenue bonds (series A) sold February 17, 1959	\$ 151,472.22		\$ 151,472.22
The First National Bank of Boston, Trustee for Mystic River Bridge Authority		\$476,648.93	476,648.93
Transfers from Construction fund	763,272.12	400,000.00	1,163,272.12
Revenue fund	863,728.70		863,728.70
Total deposits and transfers	1,778,473.04	876,648.93	2,655,121.97
Withdrawals:			
Purchase of U.S. Government obligations	1,777,139.59	875,099.93	2,652,239.52
Total withdrawals	1,777,139.59	875,099.93	2,652,239.52
Balance June 30, 1959, before cash transfers as of that date made by Trustee in July, 1959	\$ 1,333.45	\$ 1,549.00	\$ 2,882.45
Deduct:			
Advance payment to The Commonwealth of Massachusetts on account of revenues and accounts receivable allocable to the Commonwealth			150,000.00
Increase in prepaid expenses and other assets			24,976.23
Income from U. S. Government obligations			642.46
Reimbursement due from reserve maintenance fund			8.65
			175,627.34
Total current expenses, per accompanying statement			\$ 952,019.29

MASSACHUSETTS PORT AUTHORITY

RECONCILIATION OF CASH DEPOSITS WITH REVENUES
AND OF CASH WITHDRAWALS WITH CURRENT EXPENSES

For the Period February 17, 1959 (date of acquisition
of revenue-producing facilities) to June 30, 1959, Inclusive

Cash revenue deposited in revenue fund (as per accompanying statement of cash deposits, withdrawals and transfers)	\$2,363,640.02
Add:	
Increase in accounts receivable	356,170.13
Unbilled revenue	115,031.66
Revenue deposited in operating fund	344.99
	<u>2,835,186.80</u>
Deduct:	
Collection of accounts receivable of The Commonwealth of Massachusetts	270,922.06
Revenue billed applicable to subsequent period	29,253.66
Excess of cash realized on sales of scrip over scrip redeemed and credited to revenue	8,406.40
Refund due customer	106.50
	<u>308,688.62</u>
Total revenues, per accompanying statement of net revenue	<u>\$2,526,498.18</u>
Cash disbursements for current expenses withdrawn from operating fund (as per accompanying statement of cash deposits, withdrawals and transfers)	984,813.81
Add:	
Increase in accounts payable	64,725.12
Increase in accrued expenses	50,310.43
Increase in employee deductions payable	27,452.28
Revenue deposited payable to revenue fund	344.99
	<u>1,127,646.63</u>
Deduct:	
Advance payment to The Commonwealth of Massachusetts on account of revenues and accounts receivable allocable to the Commonwealth	150,000.00
Increase in prepaid expenses and other assets	24,976.23
Income from U. S. Government obligations	642.46
Reimbursement due from reserve maintenance fund	8.65
	<u>175,627.34</u>
Total current expenses, per accompanying statement of net revenue	<u>\$ 952,019.29</u>

The accompanying notes are an integral part of these
financial statements.

MASSACHUSETTS PORT AUTHORITY
NOTES TO FINANCIAL STATEMENTS
June 30, 1959

Note A - Accounting Principles: (continued)

The Massachusetts Port Authority is a public instrumentality created by an Act of the Legislature of The Commonwealth of Massachusetts, effective June 21, 1956. The Authority has no stockholders or equityholders. Revenues and certain other receipts of the Authority are required to be disbursed for specific purposes in accordance with the provisions of the Enabling Act and the Trust Agreement with its bondholders. Revenues are deposited currently in the revenue fund and the balance at the close of each month is disposed of by transfer, in amounts and in the sequential order prescribed by the Trust Agreement, to the following funds: Operating Fund, Port Properties Fund, Interest and Sinking Fund, Reserve Maintenance Fund, Research Fund and Improvement Fund.

The accounting principles followed by the Authority are in accordance with generally accepted accounting principles or with the principles described below which were established by the provisions of the Enabling Act and the Trust Agreement:

Payment of interest on revenue bonds is provided in part from the Construction Fund and the remainder from revenues.

The costs of maintenance and repairs of an extraordinary nature or not recurring annually, of renewals and replacements of property, and of property loss insurance premiums are to be charged against the Reserve Maintenance Fund.

The cost of making investigations, studies and surveys authorized by the Enabling Act are to be charged against the Research Fund.

The cost of enlarging, extending, reconstructing or improving any facility of the Authority are to be charged against the Improvement Fund.

Bond discount and cost of financing incurred in connection with the issuance by the Authority of its revenue bonds are to be charged against Investments in Facilities. 121,940.50 at June 30, 1959), less the unexpended cash balances of the

MASSACHUSETTS PORT AUTHORITY

NOTES TO FINANCIAL STATEMENTS (Continued)

June 30, 1959

Note A - Accounting Principles (continued):

At June 30, 1959 no amount has been charged against Investments in Facilities for completed port facilities acquired February 17, 1959 (refer to Note B - Contingent Liabilities and Commitments).

The Enabling Act and the Trust Agreement provide that no allowance for depreciation be made. However, deductions from revenues are to be made to provide for redemption of bonds and, through the Reserve Maintenance Fund, to provide for major replacements of property.

Note B - Contingent Liabilities and Commitments:

Payments to The Commonwealth of Massachusetts for Port Facilities:

Under the Enabling Act the Authority is required to pay annually to the Commonwealth within the first ninety days after the close of each fiscal year the net revenues as defined in the Enabling Act of the preceding fiscal year of the port properties, including any extensions, enlargements or improvements thereto, after deducting therefrom (a) an amount equal to the principal and interest requirements of such preceding fiscal year for all bonds issued by the Authority for paying the cost of said extensions, enlargements and improvements, (b) the costs of renewals and replacements and the cost of acquiring and installing equipment. Such payments shall continue until the Authority has paid to the Commonwealth a sum equal to (i) the cash payment by the Commonwealth for improvements to port properties (\$2,188,676.45), (ii) the aggregate principal amount of all bonds of the Commonwealth outstanding February 17, 1959, which were issued for paying the cost of development and improvement of port properties (\$14,236,000.00) and (iii) the interest paid by the Commonwealth on said bonds after February 17, 1959 (\$121,940.50 at June 30, 1959), less the unexpended cash balances of the

MASSACHUSETTS PORT AUTHORITY

NOTES TO FINANCIAL STATEMENTS (Continued)

June 30, 1959

Note B - Contingent Liabilities and Commitments (continued):

Payments to The Commonwealth of Massachusetts for
Port Facilities (continued):

proceeds of said bonds (\$28,383.33). For the fiscal period ended June 30, 1959, no amount was payable to the Commonwealth. The aggregate contingent liability of \$16,518,233.62 at June 30, 1959 is not reflected in the accompanying financial statements.

Insurance Premiums:

The various classes of insurance coverage required by the Trust Agreement were in effect at June 30, 1959; however, premiums for a substantial portion of said coverage, estimated at \$583,000 for a period of three years, had not been billed to the Authority at that date and the liability therefor is not reflected in the accompanying statements. Payment thereof will be charged against the Reserve Maintenance Fund when the amount is finally determined.

Reimbursements to the Commonwealth under State Retirement System:

The employees of the Authority were required, under the Enabling Act, to become members of the state retirement system and the Authority will be required to reimburse the Commonwealth for a proportionate share of any amounts expended by the Commonwealth on account of the Authority's employees. The liability of the Authority under this provision is not determinable prior to the dates on which the respective employees retire and no provision therefor is included in the accompanying financial statements.

Construction Commitments:

Commitments for construction were approximately \$1,900,000 at June 30, 1959.

MASSACHUSETTS PORT AUTHORITY

For the Period February 17, 1959 to June 30, 1959, Inclusive

MYSTIC RIVER BRIDGE

For the Period February 17, 1959 to June 30, 1959, Inclusive

Bonds issued, paid, purchased or redeemed

Bonds issued:

\$71,750,000 principal amount of Massachusetts Port

Authority revenue bonds (series A), 4 $\frac{3}{4}$ %, due
October 1, 1998

Passenger cars - noncommutation

.25

Number of
Vehicles

5,010,847

1,396,339

Bonds paid, purchased or redeemed:

Trucks - None

.20

157,345

Proceeds from sales of property

.30

181,056

No transactions

Trucks - dual tires - 3 axles

.40

69,394

Trucks - dual tires - 4 axles

.40

52,579

Nonrevenue vehicles

98,662

Total vehicles

6,966,222

MASSACHUSETTS PORT AUTHORITY
 STATISTICS RELATIVE TO THE USE OF
 MYSTIC RIVER BRIDGE

For the Period February 17, 1959 to June 30, 1959, Inclusive

Logan International Airport

<u>Classification</u>	<u>Toll Rate</u>	<u>Number of Vehicles</u>
Passenger cars - commutation	\$.15	5,010,847
Passenger cars - noncommutation	.25	1,396,339
Trucks - single tires	.20	157,345
Trucks - dual tires - 2 axles	.30	181,056
Trucks - dual tires - 3 axles	.40	69,394
Trucks - dual tires - 4 axles	.40	52,579
Nonrevenue vehicles		98,662
Total vehicles		6,966,222

Planes

Domestic	34,739
International	2,634
Itinerant	4,326
Total	41,699

Lawrence G. Hanscom Field

Planes

Domestic	1,618
Itinerant	14,359
Total	15,977

For the period February 17, 1959 to February 28,
 1959 similar statistics are not available.

MASSACHUSETTS PORT AUTHORITY
 STATISTICS RELATIVE TO THE USE OF AIRPORT FACILITIES
 For the Period March 1, 1959 to June 30, 1959, Inclusive

Logan International Airport

Passengers (enplaned and emplaned)

Domestic	915,459
International	41,487
Itinerant	15,250
Total	972,196

Tonnage

	<u>Imports</u>	<u>Exports</u>
International	1,993,823	169,490
U. S. Cargo (pounds)	3,371,233	451,081
Domestic	5,365,056	620,584
International		459,847
Total		17,444,221

Mail (pounds)

Domestic	2,773,719
International	59,716
Total	2,833,435

Planes

Domestic	34,739
International	2,634
Itinerant	4,326
Total	41,699

Lawrence G. Hanscom Field

Planes

Domestic	1,618
Itinerant	14,359
Total	15,977

For the period February 17, 1959 to February 28, 1959 similar statistics are not available.

MASSACHUSETTS PORT AUTHORITY
 STATISTICS RELATIVE TO THE PORT OF BOSTON
 For the Period March 1, 1959 to June 30, 1959, Inclusive

Ship arrivals

815

<u>Tonnage</u>	<u>Imports</u>	<u>Exports</u>	<u>Totals</u>
International	1,993,823	169,499	2,163,322
U. S. Intercoastal	<u>3,371,233</u>	<u>451,081</u>	<u>3,822,314</u>
	5,365,056	620,580	5,985,636
Intra-port			<u>660,831</u>
Total			<u>6,646,467</u>

For the period February 17, 1959 to February 28, 1959
 similar statistics are not available.